# GOVERNMENT OF INDIA
# STEEL
# LOK SABHA

UNSTARRED QUESTION NO:696
ANSWERED ON:28.11.2005
MERGER OF IISCO WITH SAIL
Athithan Shri Dhanuskodi;Singh Shri Kirti Vardhan

**Will the Minister of STEEL be pleased to state:**

(a) whether the Government has approved the merger of Indian Iron and Steel Company (IISCO) with Steel Authority of India Ltd. (SAIL);

(b) if so, the details thereof alongwith the terms and conditions of merger;

(c) whether merger will help SAIL to strengthen its overall performance;

(d) if so, the details thereof; and

(e) the capital SAIL proposes to invest in IISCO to make it profitable?

## Answer

MINISTER OF CHEMICALS & FERTILIZERS AND MINISTER OF STEEL (SHRI RAM VILAS PASWAN)

(a)&(b): The Government has approved the merger of Indian Iron and Steel Company (IISCO), a wholly owned subsidiary of Steel Authority of India Limited (SAIL) with SAIL. SAIL will take over all obligations, rights and liabilities of IISCO including its permanent employees without any interruption in their services.

(c)&(d): Merger will enable IISCO to access SAIL`s financial, technological and managerial capabilities, which will be instrumental in optimum utilization of IISCO`s mines, collieries, large infrastructural facilities and good work culture for growth and development of the merged entity.

(e) Under the Corporate Plan for IISCO, an investment of Rs.8,017 crore will be made for its growth, development and modernization.